




THE CITY OF SAN DIEGO

M E M O R A N D U M

DATE: October 14, 2009

TO: Councilmember Donna Frye  
Councilmember Todd Gloria

FROM: Jay M. Goldstone, Chief Operating Officer 

SUBJECT: Response to Memo of October 12, 2009  
Regarding Alleged Managed Competition Consultant Contract Overruns

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This is in response to your October 12, 2009, memorandum titled "Managed Competition Consultant Contract Overruns" in which you jumped to the erroneous conclusion resulting from inept reporting by Hoa Quach of the San Diego News Network (SDNN), that the City violated Council policy with respect to the Grant Thornton contract. This reporter never sought clarification for her baseless assumptions before bringing them to you; your memorandum reflecting those assumptions represents our first opportunity to correct the record. To this end, I would ask that both of you work with your contact at SDNN to help her understand the importance of retracting the misinformation she has disseminated to her readers. In addition, because Council Member Frye posted your joint memorandum of October 12, 2009 on her City website, I ask that she also post this response in order to retract the false accusations she has disseminated to her constituents.

As to the baseless allegations reported by Ms. Quach, it stems from the apparent misreading of a document and the failure of the reporter to seek clarification. My staff has researched this issue and has determined that **at no time has Council Policy been violated** in the award or administration of this contract.

Here are the facts:

1. A contract action transpired within the authority of the Mayor.
2. When that action was approaching the limit in which Council approval was required, City staff presented this action to the Council for approval as required.
3. No work beyond the Mayor's contract authority was ordered until approved by Council and a new Purchase Order issued.
4. No invoices were pending approval at the time of Council authorization.

5. City staff dutifully monitored and administered the tasks under this contract and ensured complete compliance within the allotted budget and schedule.
6. Payroll records were presented to support a cost increase in accordance with the Consumer Price Index provision of the contract; they do not reflect actual contract payments.
7. Pricing Agreements establish the cost of services. They do not obligate City funds as stated plainly on the face of the document.
8. Total expenditures under the Mayor's authority were \$249,137.50.
9. Total expenditures under this contract were \$396,030.93, over three fiscal years.

As these facts demonstrate, the City was in full compliance with Council Policy in the award or administration of this contract.

### **CHRONOLOGY**

The following is a chronology of significant contract milestones concerning this project:

- October 19, 2006: RFP posted to the City internet site [www.sandiego.gov/bids-contracts](http://www.sandiego.gov/bids-contracts), advertised in the San Diego Daily Transcript, and notices sent via e-mail to RFP contact list.
- November 16, 2006: RFP closed. Proposals received from Grant Thornton, LLP, Bearing Point, Management Analysis, Inc., BAE Systems, and Shubnum.
- December 20, 2006: Shubnum rejected as non-responsive.
- January 17, 2007: Technical Evaluation Committee recommended award of a contract to Grant Thornton, LLP.
- March 12, 2007: Limited Notice to Proceed letter sent to Grant Thornton, LLP from Purchasing & Contracting authorizing Grant Thornton, LLP to proceed with providing support services for the City's Managed Competition Program not-to-exceed \$50,000. The letter stated that expenditures cannot exceed \$1,000,000 without Council approval. The letter further stated it was the City's intent to obtain approval from Council before the \$1,000,000 threshold is met. This action represents a Consultant contract which requires Council approval over \$250,000 in a fiscal year not the \$1,000,000 as stated. However, staff treated this action correctly by seeking Council approval as the total expenditures were nearing the \$250,000 threshold in accordance with the Municipal Code **§22.3223 Consultant Contracts** which states "Except as otherwise provided by Charter or ordinance, the City Manager may enter a *contract* with a *Consultant* to perform work or give advice without first seeking Council approval provided that both of the following conditions exist:

- (a) the *contract* and any subsequent amendments do not exceed \$250,000 in any given fiscal year; and
  - (b) the total amount of *contract* awards to the *Consultant*, including the current *award*, in any given fiscal year does not exceed \$250,000.”
- April 12, 2007: Award letter from Purchasing & Contracting sent to Grant Thornton, LLP. The contract period began March 12, 2007 through March 11, 2008 with options to renew for four (4) additional periods of one (1) year.
  - June 5, 2007: Original Pricing Agreement issued for initial contract award term of March 12, 2007 through March 11, 2008 in the amount of \$655,900.
  - June 20, 2007: Purchase order 5094739-0 issued for a total amount of \$202,235.00.
  - March 3, 2008: Revised Pricing Agreement issued to confirm a mutual agreement between the City and Grant Thornton, LLP to exercise the first contract option term of March 12, 2008 through March 11, 2009 in the amount of \$671,011 (which encompasses a 2.3% CPI increase per the contract).
  - March 5, 2008: Purchase order 5104416-0 issued for a total amount of \$47,000.00.
  - March 28, 2008: Funding Transfer request presented to Council.
  - June 23, 2008: Authorizing Managed Competition Consultant Support Contract and Funding.
  - July 23, 2008: Purchase order 5202429-0 issued for a total amount of \$250,000.00.
  - July 24, 2008: Revised Pricing Agreement issued to confirm execution of a Memorandum of Agreement (MOA) executed July 22, 2008, limiting extension of this Contract through June 30, 2009 and limiting performance of work and collection of invoices thereof to a maximum total dollar value of \$250,000 beginning July 1, 2008 through June 30, 2009 (Resolution No. 303869).
  - January 9, 2009: Revised Pricing Agreement issued to confirm a mutual agreement between the City and Grant Thornton, LLP to exercise the second and last contract option term of March 12, 2009 through June 30, 2009 with no change to the pricing in the agreement.

To clarify the difference between a Pricing Agreement and a Purchase Order, attached are copies of all Grant Thornton, LLP, contract Pricing Agreements issued (**Attachments 1 – 4**). Each Pricing Agreement states above Line #1 that “This Document is for Contractual Information Only and is NOT a Purchase Order.”

The date shown on each Pricing Agreement is a computer system-generated date, which signifies the date it was printed. A Pricing Agreement is not a document which encumbers funds, and is only used to summarize the pricing, estimated quantities, terms, and conditions of the contract

for information purposes. The Pricing Agreement reflects the not-to-exceed total contained in a consultant's proposal for planning purposes. The City issued Purchase Order reflects the actual scope to be performed within the limits as set forth in the consultant's proposal. The hours listed in the Pricing Agreement are estimates and represent a general ratio of hours estimated to be required for the type of work to be performed which were used for price evaluation used by the Technical Evaluation Committee.

The Purchase Order is the document used to encumber funds. A total of three Purchase Orders were issued to Grant Thornton, LLP (Purchase Order Nos. 5094739-0 for \$202,235, 5104416-0 for \$47,000, and 5202429-0 for \$250,000 -- **Attachment 5**).

**Attachment 6** is the City spending report to Grant Thornton, LLP. Based on the spending report, a total of \$396,030.93 has been spent since March of 2007. During no fiscal year did expenditures to Grant Thornton, LLP exceed \$250,000.

Grant Thornton, LLP's letter to Procurement Specialist Michael Winterberg, dated February 29, 2008, was a request for a cost escalation, in accordance with Section V, paragraph B "Option to Renew" of the Contract, which included a listing of the "San Diego team" and the requested rate adjustment. After review, the Purchasing & Contracting Department determined that the rate adjustment was in accordance with the Consumer Price Index and it was therefore granted. The attachment does not represent Grant Thornton, LLP's actual invoices to the City of San Diego.

I hope this responds to your concerns and allows you to correct the record.

cc: Honorable Mayor Jerry Sanders  
Honorable City Councilmembers  
Andrea Tevlin, Independent Budget Analyst  
Jan Goldsmith City Attorney

Attachments: 1. Grant Thornton, LLP Contract Pricing Agreement dated June 5, 2007  
2. Grant Thornton, LLP Contract Pricing Agreement dated March 3, 2008  
3. Grant Thornton, LLP Contract Pricing Agreement dated July 24, 2008  
4. Grant Thornton, LLP Contract Pricing Agreement dated January 9, 2009  
5. FY 09 Purchase Order Nos. 5202429-0, 5094739-0 and 5104416-0 Issued to Grant Thornton, LLP  
6. Spending Report to Grant Thornton, LLP

# **ATTACHMENT 1**



# City of San Diego PRICING AGREEMENT

Bid No.: 8520-07-Z-RFP

PA No. **8090229-0**

<b>Ship To:</b> Center ID: 057PURCH PURCHASING Attn: BILL-TO AND SHIP-TO ADDRESSES SEE ACTUAL POS FOR SPECIFIC SAN DIEGO, CA	<b>Bill To:</b> Center ID: 057PURCH PURCHASING Attn: BILL-TO AND SHIP-TO ADDRESSES SEE ACTUAL POS FOR SPECIFIC SAN DIEGO, CA	<b>Date:</b> 06/05/07 <b>Time:</b> 5:02:57PM <b>OPIS No.:</b> PA07-8090229-0 <b>Commodity Code:</b> 9900 <b>Last Option End Date:</b> 03/11/12
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<b>Vendor:</b>  GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA	<b>Terms:</b> Net 30 <b>FOB:</b> Destination <b>Tax Code:</b> P  <b>Buyer:</b> Michael Winterberg <b>Phone:</b> (619) 533-6441 <b>Fax:</b> (619) 533-3230 <b>E-Mail:</b> MWinterberg@sandiego.gov
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Vendor ID: GTH 03575032 Phone: (703) 637-2735 Fax: (703) 837-4455

Line #	Item ID/Description	Quantity/U/M	Unit Price	Extended Price
<i>This Document is for Contractual Information Only and is NOT a Purchase Order Purchase Orders Will be Issued as Needed</i>				
1	EXECUTIVE CONSULTANT Executive Consultant Managed Competition Initiative. Not to exceed \$1,000,000 per year.	100.00 HR	\$ 209.0000	\$ 20,900.00
2	PROJECT MANAGER Project Manager	1,000.00 HR	169.0000	169,000.00
3	SENIOR CONSULTANT Senior Business Consultant	1,000.00 HR	112.0000	112,000.00
4	BUSINESS CONSULTANT Business Consultant	2,000.00 HR	95.0000	190,000.00
5	MANAGEMENT ANALYST Management Analyst	2,000.00 HR	82.0000	164,000.00

**Notes:**

Furnish the City of San Diego with Preliminary Planning and Statement of Work (SOW) for the Managed Competition Initiative, as may be required for a period of one (1) year beginning 03/12/07 through 03/11/08, with options to renew for four (4) additional one (1) year periods.

**Options Remaining:**

03/12/08-03/11/09; Increase not to exceed CPI or 5% whichever is less  
 03/12/09-03/11/10; Increase not to exceed CPI or 5% whichever is less  
 ss  
 03/12/10-03/11/11; Increase not to exceed CPI or 5% whichever is less  
 03/12/11-03/11/12; Increase not to exceed CPI or 5% whichever is less  
 ss

**Vendor contacts:**

Mr. Ramon Contreras, Principal  
 E-mail: Ramon.Contreras@gt.com

Have questions about doing business with the City of San Diego? Visit our Purchasing web site at [www.sandiego.gov/purchasing](http://www.sandiego.gov/purchasing) and get all the answers.

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PA No. **8090229-0**

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<b>Vendor:</b>  GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA	<b>Terms:</b> Net 30 <b>FOB:</b> Destination <b>Tax Code:</b> P  <b>Buyer:</b> Michael Winterberg <b>Phone:</b> (619) 533-6441 <b>Fax:</b> (619) 533-3230 <b>E-Mail:</b> MWinterberg@sandiego.gov
<b>Vendor ID:</b> GTH 03575032 <b>Phone:</b> (703) 637-2735 <b>Fax:</b> (703) 837-4455	

**Notes (cont):**

Ms. Deirdre C. Pender, Director of Contracts  
E-mail: Deirdre.Pender@gt.com

Insurance shall be updated as required.

Distribution: File, Vendor, Buyer, OPIS Help, Teri Juybari, Darrell  
Bailey

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Line Item Total	\$	655,900.00
Tax		0.00
Freight		0.00
<b>PA Total:</b>	<b>\$</b>	<b>655,900.00</b>

# **ATTACHMENT 2**



# City of San Diego PRICING AGREEMENT Bid No.: 8520-07-Z-RFP

PA No. **8090229-0**

<b>Ship To:</b> Center ID: 102PURCH PURCHASING & CONTRACTING Attn: SEE ACTUAL PO'S FOR SPECIFICS BILL-TO AND SHIP TO ADDRESS SAN DIEGO, CA 92101-4195	<b>Bill To:</b> Center ID: 102PURCH PURCHASING & CONTRACTING Attn: SEE ACTUAL PO'S FOR SPECIFICS BILL-TO AND SHIP TO ADDRESS SAN DIEGO, CA 92101-4195	<b>Date:</b> 03/03/08 <b>Time:</b> 5:03:14PM <b>OPIS No.:</b> PA07-8090229-0 <b>Commodity Code:</b> 9900 <b>Last Option End Date:</b> 03/11/12
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<b>Vendor:</b>  GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA	<b>Terms:</b> Net 30 <b>FOB:</b> Destination <b>Tax Code:</b> P
<b>Vendor ID:</b> GTH 03575032 <b>Phone:</b> (703) 637-2735 <b>Fax:</b> (703) 837-4455	<b>Buyer:</b> Michael Winterberg <b>Phone:</b> (619) 533-6441 <b>Fax:</b> (619) 533-3230 <b>E-Mail:</b> MWinterberg@sandiego.gov

Line #	Item ID/Description	Quantity/U/M	Unit Price	Extended Price
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1	EXECUTIVE CONSULTANT Executive Consultant Managed Competition Initiative. Not to exceed \$1,000,000 per year.	100.00 HR	\$ 213.8100	\$ 21,381.00
2	PROJECT MANAGER Project Manager	1,000.00 HR	172.8900	172,890.00
3	SENIOR CONSULTANT Senior Business Consultant	1,000.00 HR	114.5800	114,580.00
4	BUSINESS CONSULTANT Business Consultant	2,000.00 HR	97.1900	194,380.00
5	MANAGEMENT ANALYST Management Analyst	2,000.00 HR	83.8900	167,780.00

**Notes:**

Furnish the City of San Diego with Preliminary Planning and Statement of Work (SOW) for the Managed Competition Initiative.

Exercising Option #1 to Renew for an additional one (1) year period beginning 03/12/08 through 03/11/09. A 2.3% price increase has been granted for this option period.

**Options Remaining:**

03/12/09-03/11/10; Increase not to exceed CPI or 5% whichever is less

03/12/10-03/11/11; Increase not to exceed CPI or 5% whichever is less

ss

03/12/11-03/11/12; Increase not to exceed CPI or 5% whichever is less

**Vendor contacts:**

Ms. Meredith A. Starr, Sr. Contracts Administrator

E-mail: meredith.starr@gt.com

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<b>Vendor ID:</b> GTH 03575032 <b>Phone:</b> (703) 637-2735 <b>Fax:</b> (703) 837-4455	

**Notes (cont):**

Insurance shall be updated as required.

Distribution: File, Vendor, Buyer, Mark Patzman

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Line Item Total	\$	671,011.00
Tax		0.00
Freight		0.00
<b>PA Total:</b>	<b>\$</b>	<b>671,011.00</b>

# **ATTACHMENT 3**



# City of San Diego PRICING AGREEMENT Bid No.: 8520-07-Z-RFP

PA No. **8090229-0**

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<b>Vendor:</b>  GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA	<b>Terms:</b> Net 30 <b>FOB:</b> Destination Tax Code: P
<b>Vendor ID:</b> GTH 03575032 <b>Phone:</b> (703) 637-2735 <b>Fax:</b> (703) 837-4455	<b>Buyer:</b> Michael Winterberg <b>Phone:</b> (619) 533-6441 <b>Fax:</b> (619) 533-3230 <b>E-Mail:</b> MWinterberg@sandiego.gov

Line #	Item ID/Description	Quantity/U/M	Unit Price	Extended Price
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5	MANAGEMENT ANALYST Management Analyst	2,000.00 HR	83.8900	167,780.00

**Notes:**

Furnish the City of San Diego with Preliminary Planning and Statement of Work (SOW) for the Managed Competition Initiative.

Exercising Option #1 to Renew for an additional one (1) year period beginning 03/12/08 through 03/11/09. A 2.3% price increase has been granted for this option period.

Memorandum of Agreement (MOA) executed 7/22/08, limiting extension of this Contract through 6/30/09 and limiting performance of work and collection of invoices thereof to a maximum total dollar value of \$250,000 beginning 7/1/08 through 6/30/09.

Council Resolution: R-303869

**Options Remaining:**

03/12/09-06/30/09; Increase not to exceed CPI or 5% whichever is less

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<b>Vendor:</b>  GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA	<b>Terms:</b> Net 30 <b>FOB:</b> Destination Tax Code: P  <b>Buyer:</b> Michael Winterberg <b>Phone:</b> (619) 533-6441 <b>Fax:</b> (619) 533-3230 <b>E-Mail:</b> MWinterberg@sandiego.gov
<b>Vendor ID:</b> GTH 03575032 <b>Phone:</b> (703) 637-2735 <b>Fax:</b> (703) 837-4455	

**Notes (cont):**

**Vendor contact:**  
Ms. Meredith A. Starr, Sr. Contracts Administrator  
E-mail: meredith.starr@gt.com

Insurance shall be updated as required.

Distribution: File, Vendor, Buyer, Mark Patzman, Anna Danegger

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Line Item Total	\$	671,011.00
Tax		0.00
Freight		0.00
<b>PA Total:</b>	<b>\$</b>	<b>671,011.00</b>

# **ATTACHMENT 4**



# City of San Diego PRICING AGREEMENT Bid No.: 8520-07-Z-RFP

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4	<b>BUSINESS CONSULTANT</b> Business Consultant	2,000.00 HR	97.1900	194,380.00
5	<b>MANAGEMENT ANALYST</b> Management Analyst	2,000.00 HR	83.8900	167,780.00

**Notes:**

Furnish the City of San Diego with Preliminary Planning and Statement of Work (SOW) for the Managed Competition Initiative.

Exercising Option #2 to Renew for an additional period beginning 03/12/09 through 06/30/09, with no price increase.

Memorandum of Agreement (MOA) executed 7/22/08, limiting extension of this Contract through 6/30/09 and limiting performance of work and collection of invoices thereof to a maximum total dollar value of \$250,000 beginning 7/1/08 through 6/30/09.

Council Resolution: R-303869

No Options Remaining.

Vendor contact:  
Ms. Susan Pentecost, Principal

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Bid No.: 8520-07-Z-RFP

PA No. **8090229-0**

<b>Ship To:</b> Center ID: 102PURCH PURCHASING & CONTRACTING Attn: BILL-TO AND SHIP-TO ADDRESSES SEE ACTUAL POS FOR SPECIFIC SAN DIEGO, CA	<b>Bill To:</b> Center ID: 102PURCH PURCHASING & CONTRACTING Attn: BILL-TO AND SHIP-TO ADDRESSES SEE ACTUAL POS FOR SPECIFIC SAN DIEGO, CA	<b>Date:</b> 01/09/09 <b>Time:</b> 2:55:23PM <b>OPIS No.:</b> PA07-8090229-0 <b>Commodity Code:</b> 9900 <b>Last Option End Date:</b> 06/30/09
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<b>Vendor:</b>  GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA	<b>Terms:</b> Net 30 <b>FOB:</b> Destination <b>Tax Code:</b> P  <b>Buyer:</b> Michael Winterberg <b>Phone:</b> (619) 533-6441 <b>Fax:</b> (619) 533-3230 <b>E-Mail:</b> MWinterberg@sandiego.gov
<b>Vendor ID:</b> GTH 03575032 <b>Phone:</b> (703) 637-2735 <b>Fax:</b> (703) 837-4455	

**Notes (cont):**

E-mail: susan.pentecost@gt.com  
Ms. Meredith A. Starr, Sr. Contracts Administrator  
E-mail: meredith.starr@gt.com

Insurance shall be updated as required.

Distribution: File, Vendor, Buyer, Anna Danegger

Have questions about doing business with the City of San Diego? Visit our Purchasing web site at [www.sandiego.gov/purchasing](http://www.sandiego.gov/purchasing) and get all the answers.

For specific information regarding contract opportunities with the City of San Diego, please visit our Bid & Contract Opportunities web site at [www.sandiego.gov/bids-contracts](http://www.sandiego.gov/bids-contracts).

Line Item Total	\$	671,011.00
Tax		0.00
Freight		0.00
<b>PA Total:</b>	<b>\$</b>	<b>671,011.00</b>

# **ATTACHMENT 5**



# City of San Diego PURCHASE ORDER COPY MODIFICATION

PO No. **5094739-0**

<b>Ship To:</b> PURCHASING Attn: MS 56P 1200 3RD AVE STE 200 SAN DIEGO, CA Center ID: 057 92101-4195	<b>Bill To:</b> PURCHASING Attn: MS 56P 1200 3RD AVE STE 200 SAN DIEGO, CA Center ID: 057 92101-4195	<b>Issue Date:</b> 06/20/07 <b>OPIS No.:</b> DO07-5094739-0 <b>Billing Contact:</b> Teri Juybari Phone: (619) 235-5276 <b>Page:</b> 1 of 1
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<b>Vendor:</b> GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA Vendor ID: GTH 03575032 Phone No:	<b>Terms:</b> Net 30 <b>FOB:</b> Destination Deliver on or before: 06/30/07 <b>Buyer:</b> Michael Winterberg Phone: (619) 533-6441
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Line #	Item ID/Description	Quantity/U/M	Unit Price	Extended Price
1	<p>This is a MODIFICATION to an Existing Purchase Order Do Not Duplicate Shipment See Notes Below for Specific Modification(s) *****</p> <p>DEPARTMENT OPEN</p> <p>Furnish the City of San Diego with Preliminary Planning and Statement of Work (SOW) for the Managed Competition Initiative, as may be required from March 12, 2007 through June 30, 2007 in accordance with RFP number 8520-07-Z-RFP. Pay per invoice.</p>	202,235.00 EA	\$ 1.0000	\$ 202,235.00

**Notes:** The Terms and Conditions of this Purchase Order are available at <http://sandiego.gov/purchasing/> and are incorporated herewith by reference.

Alt. Department Contact: Darrell Bailey (619) 235-5258.  
5/24/07 - Mod1 Inc Enc \$57,000. h2w  
6/14/07 - Mod2 Inc Enc \$90,000. h2w  
6/19/07 - Mod3 Inc Enc \$235. h2w

Line Item Total	\$ 202,235.00
Tax	0.00
Freight	0.00
<b>PO Total:</b>	<b>\$ 202,235.00</b>

**IMPORTANT!**

To ensure prompt payments, PO # must appear on all shipments and invoices; and, all invoices must be directed to *Billing Contact* person at *Bill-To* address listed above.



# City of San Diego PURCHASE ORDER COPY MODIFICATION

PO No. **5104416-0**

<b>Ship To:</b> BUSINESS OFFICE 202 C ST FL 9 SAN DIEGO, CA Center ID: 210 92101-4806	<b>Bill To:</b> BUSINESS OFFICE 202 C ST FL 9 SAN DIEGO, CA Center ID: 210 92101-4806	<b>Issue Date:</b> 03/05/08 <b>OPIS No.:</b> DO08-5104416-0 <b>Billing Contact:</b> Joseph Walker Phone: 619-533-3978
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<b>Vendor:</b>  GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA  Vendor ID: GTH 03575032 Phone No:	<b>Terms:</b> Net 30 <b>FOB:</b> Destination Deliver on or before: 06/30/08  <b>Buyer:</b> Michael Winterberg Phone: (619) 533-6441
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Line #	Item ID/Description	Quantity/U/M	Unit Price	Extended Price
1	<p>This is a MODIFICATION to an Existing Purchase Order Do Not Duplicate Shipment See Notes Below for Specific Modification(s) *****</p> <p>DEPARTMENT OPEN</p> <p>Managed competition initiative for the City of San Diego, as may be required, in accordance with RFP 8520-07-Z for the period through June 30, 2008. Pay per invoice.</p> <p>Req. No.: RQ08 9106236</p>	47,000.00 EA	\$ 1.0000	\$ 47,000.00

<b>Notes:</b> The Terms and Conditions of this Purchase Order are available at <a href="http://sandiego.gov/purchasing/">http://sandiego.gov/purchasing/</a> and are incorporated herewith by reference.  3/4/08 Mod1 Extend PO through 6/30/08. h2w*	<b>Line Item Total</b> \$ 47,000.00 <b>Tax</b> 0.00 <b>Freight</b> 0.00 <b>PO Total:</b> \$ 47,000.00
	<b>IMPORTANT!</b> To ensure prompt payments, PO # must appear on all shipments and invoices; and, all invoices must be directed to <i>Billing Contact</i> person at <i>Bill-To</i> address listed above.



# City of San Diego PURCHASE ORDER COPY

PO No. **5202429-0**

<b>Ship To:</b> BUSINESS OFFICE 202 C ST FL 9 SAN DIEGO, CA Center ID: 210 92101-4806	<b>Bill To:</b> BUSINESS OFFICE 202 C ST FL 9 SAN DIEGO, CA Center ID: 210 92101-4806	<b>Issue Date:</b> 07/23/08 <b>OPIS No.:</b> DO09-5202429-0 <b>Billing Contact:</b> Joseph Walker Phone: 619-533-3978
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<b>Vendor:</b> GRANT THORNTON LLP 333 JOHN CARLYLE ST STE 500 ALEXANDRIA, VA 22314-5745 USA Vendor ID: GTH 03575032 Phone No:	<b>Terms:</b> Net 30 <b>FOB:</b> Destination Deliver on or before: 06/30/09 <b>Buyer:</b> Michael Winterberg Phone: (619) 533-6441
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Line #	Item ID/Description	Quantity/U/M	Unit Price	Extended Price
1	<b>DEPARTMENT OPEN</b> Furnish the City of San Diego with Preliminary Planning and Statement of Work (SOW) for the Managed Competition Initiative, as may be required in accordance with RFP 8520-07-Z and City Council Resolution R-303869 as agreed per Memorandum of Agreement fully executed by 7/22/08, for the period of 7-1-08 through 6-30-09. Pay per invoice. Req. No.: RQ09 9203136	250,000.00 EA	\$ 1.0000	\$ 250,000.00

Notes: The Terms and Conditions of this Purchase Order are available at <http://sandiego.gov/purchasing/> and are incorporated herewith by reference.

AC2900056

Line Item Total	\$ 250,000.00
Tax	0.00
Freight	0.00
<b>PO Total:</b>	<b>\$ 250,000.00</b>

**IMPORTANT!**

To ensure prompt payments, PO # must appear on all shipments and invoices; and, all invoices must be directed to *Billing Contact* person at *Bill-To* address listed above.

# **ATTACHMENT 6**

## Grant Thornton LLP Invoices and Payments

FISCAL YEAR 2008							
Issue Date	Amount Billed by GT	PO #	Paid Date	Invoice #	Check Amount	Paid by City	Balance
							\$ 202,235.00
07/24/07	\$ 7,733.50	PO5094739	07/30/07	951613744	\$ 7,733.50	spent	
07/24/07	\$ 21,551.00	PO5094739	07/30/07	951628016	\$ 21,551.00	spent	
07/24/07	\$ 24,756.00	PO5094739	07/30/07	951646908	\$ 24,756.00	spent	
08/01/07	\$ 36,440.00	PO5094739	08/02/07	951663141	\$ 36,440.00	spent	
10/15/07	\$ 23,006.00	PO5094739	10/24/07	951690447	\$ 23,006.00	spent	
10/15/07	\$ 2,366.00	PO5094739	10/24/07	951695250	\$ 2,366.00	spent	
02/05/08	\$ 23,153.00	PO5094739	02/21/07	951743036	\$ 23,153.00	spent	
03/17/78	\$ 38,802.00	PO5094739	03/24/08	951759991	\$ 38,802.00	spent	
05/14/08	\$ 22,009.00	PO5094739	05/14/08	951759991	\$ 22,009.00	spent	
05/14/08	\$ 2,418.50	PO5094739	05/14/08	951787887	\$ 2,418.50	spent	
		sub total			\$ 202,235.00	PO fully spent	\$ -
							\$ 47,000.00
05/07/08	\$ 42,061.58	PO5104416	05/15/08	951787887	\$ 42,061.58	spent	\$ 4,938.42
06/10/08	\$ 4,840.92	PO5104416	06/19/08	951807529	\$ 4,840.92	spent	\$ 97.50
		sub total			\$ 46,902.50	PO not fully spent	\$ 97.50
		Total			\$ 249,137.50		\$ 97.50

FISCAL YEAR 2009							
Issue Date	Amount Billed by GT	PO #	Paid Date	Invoice #	Check Amount	Paid by City	Balance
09/08/08	\$ 8,961.72	PO5202429	09/17/08	951849906	\$ 8,961.72	spent	\$ 250,000.00
09/23/08	\$ 42,058.68	PO5202429	09/29/08	951862606	\$ 42,058.68	spent	\$ 241,038.28
09/30/08	\$ 21,300.49	PO5202429	10/07/08	951862733	\$ 21,300.49	spent	\$ 198,979.60
10/17/08	\$ 6,666.04	PO5202429	10/22/08	951872363	\$ 6,666.04	spent	\$ 177,679.11
10/17/08	\$ 51,124.78	PO5202429	10/22/08	951872367	\$ 51,124.78	spent	\$ 171,013.07
10/22/08	\$ 7,924.38	PO5202429	10/27/08	951849904	\$ 7,924.38	spent	\$ 119,888.29
02/25/09	\$ 2,585.19	PO5202429	03/04/09	951891434	\$ 2,585.19	spent	\$ 111,963.91
02/25/09	\$ 6,272.15	PO5202429	03/04/09	951891448	\$ 6,272.15	spent	\$ 109,378.72
		sub total			\$ 146,893.43	PO not fully spent	\$ 103,106.57
		Total			\$ 146,893.43		\$ 103,106.57
GRAND TOTAL					\$ 396,030.93		\$ 103,204.07